

Medicare Part D Clawback Provision

Division of Health Care Financing
SeniorCare and Medicare Part D - March 9, 2005



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- Wisconsin dual eligibles account for approximately 65% of all Medicaid drug expenditures (about 105,000 recipients).
- States will no longer manage the Medicaid drug benefit for dual eligibles beginning 1/1/2006.
- Federal Medicaid funding will no longer be available for Medicaid drug costs with the exception of two low-cost drug categories: barbituates and benzodiazapines.
- In 2006, states are required to pay 90% of the drug costs for dual eligibles under Medicare Part D.
 - Over 10 years, the states' contribution is phased down to 75% of the cost of dual eligibles.

